

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**HB 3217 - SB 3200**

March 15, 2012

**SUMMARY OF BILL:** Specifies that equipment and supplies are included in the materials that a recipient of utility provided water services is entitled to procure, provided the recipient complies with the standard specifications established for the district in which the service is placed.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- Pursuant to Tenn. Code Ann. § 7-82-311, recipients of utility provided water services are entitled to procure material. Currently any material procured, as well as the method for installation, must comply with the standard specifications established by the utility district.
- If the recipient procures the materials and installs the necessary equipment, there will be a corresponding decrease in expenditures for the utility. In the event the utility is municipally owned and operated, this will result in a decrease in local government expenditures.
- It is unknown how many recipients of utility provided water services currently choose to procure their own materials; however, it is assumed the enactment of this bill will not result in a significant increase in the number of recipients procuring materials. As a result, any corresponding decrease in local expenditures is considered not significant.
- No change in local government revenue.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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